

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Eastern States 7450 Boston Boulevard Springfield, Virginia 22153



NOTICE

THE EASTERN STATES COMPETITIVE FEDERAL OIL AND GAS LEASE SALE HAS BEEN POSTPONED UNTIL

OCTOBER 18, 2001



NOTICE

Please note the following changes, which are highlighted, to the Notice of Competitive Lease Sale, Oil and Gas dated August 6, 2001:

THE FOLLOWING PARCELS ARE CHANGED:

ES-001-09/01 ALES 51155 ACQ

Should read: Alabama, Covington County, Conecuh N.F.

T.2N, R15E, St. Stephens Meridian sec. 5, E2, **NW**, N2SW, E2SESW. Acreage and rental remain the same.

ES-015-09/01 MSES 51169 ACQ

Should read: Mississippi, Franklin County, Homochitto N.F.

T5N, R2E, Washington Meridian

Sec. 7, NWSW (includes a salt water disposal well, (USA 7-12-A1), SWNE

(includes well no. 7-7-1).

80.850 Acres

\$121.50 Rental

Subject to FS Timing Limitation Stipulation No. 1, Lease Notice Nos. 3 and 4, and BLM

Stipulation No. 1

THE FOLLOWING PARCEL IS RE-DESCRIBED:

ES-013-09/01 MSES 51167 ACQ

Mississippi, Wilkinson County, Homochitto N.F.

T4N, R1E, Washington Meridian

Sec. 39, W2NESE.

20.000 Acres

\$30.00 Rental

Subject to FS Timing Limitation Stipulation No. 1 and Lease Notice Nos. 3 and 4

THE FOLLOWING PARCEL (ES-055) IS RE-DESCRIBED AS TWO PARCELS AND HAVE ADDITIONAL STIPULATIONS:

1st Parcel

ES-055-09/01 LAES 51208 PD

Louisiana, LaFourche Parish, BLM

All that tract of land, comprising within its limits a portion of the bed and bottom of the Intra-Coastal Waterway, formerly Harvey Canal No. 2, lying between Bayou LaFourche and the 80-arpent line in T17S, R21E, Louisiana Meridian

Sections 46, 48, and 62;

T17S, R20E, Louisiana Meridian

Section 104; all in LaFourche Parish, LA, that portion of the above tract which lies between the 80-arpent line and the 40-arpent line having a width of 300 feet between parallel lines, the Westerly boundary being 100 feet, more or less, from the center line of the original Harvey Canal No. 2 and the easterly boundary being 200 feet, more or less, and that portion of the above tract which lies between the 40-arpent line and Bayou LaFourche having a width of 300 feet between parallel lines, the westerly boundary being 185 feet, more or less, from the centerline of the original Harvey Canal No. 2, and the easterly boundary being 116 feet, more or less, therefrom the said tract comprising 100 acres, more or less, and being a portion of the land conveyed by the Harvey Canal Land and Improvement Company to the U.S. by instrument dated March 10, 1924, and recorded in Book 55, Page 179, of the Records of LaFourche Parish, LA.

82.000 Acres

\$123.00 Rental

Subject to COE No Surface or Subsurface Occupancy Stipulation and the following BLM Special Stipulation:

This land is within the Intra-Coastal Waterway, formerly Harvey Canal No. 2, and no obstructions are to be placed in the canal.

2nd Parcel (Re-described)

ES-057-09/01 LAES 51216 ACQ

Louisiana, LaFourche Parish, BLM

T17S, R21E, Louisiana Meridian

Section 47, All, also described as that part of the intra coastal waterway known as the Harvey Canal running along the West side of Section 47. The canal is 300' wide and 2,600' wide, more or less, along the section line.

18.000 Acres

\$27.00 Rental

Subject to COE No Surface or Subsurface Occupancy Stipulation and the following BLM Special Stipulation:

A portion of the lands in this parcel are within two producing Communitization Agreements, **LAES 45349 and LAES 45350.** The successful bidder/lessee for this parcel shall be required, within 30 days of lease issuance, to commit this parcel to the producing agreements by submitting an

acceptable joinders to the Communitization Agreements. The successful bidder/lessee shall also be required, within 45 days of lease issuance, to reimburse the operator, the prorated share of the drilling, completion, and operating costs attributed to the portion of this lease that lies within the Communitization Agreements. The lessee will in turn receive a proportionate share of the revenues from the production of communitized substances associated with the CA's as of the effective date of the Federal lease.

The terms of the Communitization Agreements require that the royalties attributed to the parcel will be held in an interest earning escrow account by the CA Operator until these lands are leased. Any agreement between the successful bidder/lessee, and the Unit Operator must include a provision for the payment of back royalties due to the United States from the date of first production to the effective date of the lease.

The effective date of the Federal lease will be the first day of the month following the issuance of the lease, and the responsibility for successful negotiations between the Federal lessee and other non-Federal parties involved in the CA's will rest solely with the potential Federal lessee.

THE FOLLOWING PARCELS ARE DELETED:

ES-004-09/01 ARES 51158 through ES-010 ARES 51164. These parcels were offered at the September 24, 1998, oil and gas sale. Therefore, the oil and gas lease offers we received were filed within the two year window.

ES-054-09/01 LAES 51207 PD

Louisiana, Desoto Parish, Wallace Lake & Dam, COE
T15N, R13W, Louisiana Meridian
Sec. 2, S2NE, Lots 1,2,and 3.
82.150 Acres
\$124.50 Rental
Subject to COE and BLM No Surface or Subsurface Occupancy Stipulations

ES-056-09/01 MSES 51209 PD

Mississippi, Chickasaw County, BLM T12S, R4E, Chickasaw Meridian, Sec. 5, E2 less 27 acres in the E2SE; Sec. 8, NE. 479.940 Acres \$293.93 Rental

Subject to BLM No Surface or Subsurface Occupancy Stipulation.